

Fill in this information to identify your case:

Debtor 1	<u>Michael</u>	<u>L.</u>	<u>McKay</u>
	First Name	Middle Name	Last Name
Debtor 2 (Spouse, if filing)			
	First Name	Middle Name	Last Name
United States Bankruptcy Court for the:	<u>EASTERN DISTRICT OF TEXAS</u>		
Case number (if known)	<u>17-42747</u>		

☐ Check if this is an amended filing

Official Form 107

Statement of Financial Affairs for Individuals Filing for Bankruptcy

04/16

Be as complete and accurate as possible. If two married people are filing together, both are equally responsible for supplying correct information. If more space is needed, attach a separate sheet to this form. On the top of any additional pages, write your name and case number (if known). Answer every question.

Part 1: Give Details About Your Marital Status and Where You Lived Before**1. What is your current marital status?**

- ☒ Married
☐ Not married

2. During the last 3 years, have you lived anywhere other than where you live now?

- ☒ No
☐ Yes. List all of the places you lived in the last 3 years. Do not include where you live now.

3. Within the last 8 years, did you ever live with a spouse or legal equivalent in a community property state or territory?

(Community property states and territories include Arizona, California, Idaho, Louisiana, Nevada, New Mexico, Puerto Rico, Texas, Washington, and Wisconsin.)

- ☐ No
☒ Yes. Make sure you fill out *Schedule H: Your Creditors* (Official Form 106H).

Debtor 1 **Michael L. McKay**Case number (if known) **17-42747****Part 2: Explain the Sources of Your Income****4. Did you have any income from employment or from operating a business during this year or the two previous calendar years?**

Fill in the total amount of income you received from all jobs and all businesses, including part-time activities.

If you are filing a joint case and you have income that you receive together, list it only once under Debtor 1.

- ☐ No
- ☒ Yes. Fill in the details.

	Debtor 1	Debtor 2
	Sources of income Check all that apply.	Gross income (before deductions and exclusions)
From January 1 of the current year until the date you filed for bankruptcy:	<input type="checkbox"/> Wages, commissions, bonuses, tips <input checked="" type="checkbox"/> Operating a business	\$374,580.34 <input type="checkbox"/> Wages, commissions, bonuses, tips <input type="checkbox"/> Operating a business
For the last calendar year: (January 1 to December 31, <u>2016</u>) YYYY	<input type="checkbox"/> Wages, commissions, bonuses, tips <input checked="" type="checkbox"/> Operating a business	\$399,247.00 <input type="checkbox"/> Wages, commissions, bonuses, tips <input type="checkbox"/> Operating a business
For the calendar year before that: (January 1 to December 31, <u>2015</u>) YYYY	<input type="checkbox"/> Wages, commissions, bonuses, tips <input checked="" type="checkbox"/> Operating a business	\$442,227.00 <input type="checkbox"/> Wages, commissions, bonuses, tips <input type="checkbox"/> Operating a business

5. Did you receive any other income during this year or the two previous calendar years?

Include income regardless of whether that income is taxable. Examples of other income are alimony; child support; Social Security; unemployment; and other public benefit payments; pensions; rental income; interest; dividends; money collected from lawsuits; royalties; and gambling and lottery winnings. If you are in a joint case and you have income that you received together, list it only once under Debtor 1.

List each source and the gross income from each source separately. Do not include income that you listed in line 4.

- ☐ No
- ☒ Yes. Fill in the details.

	Debtor 1	Debtor 2
	Sources of income Describe below.	Gross income from each source (before deductions and exclusions)
From January 1 of the current year until the date you filed for bankruptcy:	Dividends	\$4.39
For the last calendar year: (January 1 to December 31, <u>2016</u>) YYYY	Interest Income Dividends Capital Loss	\$353.00 \$15.00 (\$17.00)
For the calendar year before that: (January 1 to December 31, <u>2015</u>) YYYY	Interest Income Dividends Capital Gain IRA Distribution	\$318.00 \$16.00 \$136.00 \$250.00

Debtor 1 **Michael L. McKay**Case number (if known) **17-42747****Part 3: List Certain Payments You Made Before You Filed for Bankruptcy****6. Are either Debtor 1's or Debtor 2's debts primarily consumer debts?**

- ☐ No. **Neither Debtor 1 nor Debtor 2 has primarily consumer debts.** *Consumer debts* are defined in 11 U.S.C. § 101(8) as "incurred by an individual primarily for a personal, family, or household purpose."

During the 90 days before you filed for bankruptcy, did you pay any creditor a total of \$6,425* or more?

☐ No. Go to line 7.

- ☐ Yes. List below each creditor to whom you paid a total of \$6,425* or more in one or more payments and the total amount you paid that creditor. Do not include payments for domestic support obligations, such as child support and alimony. Also, do not include payments to an attorney for this bankruptcy case.

* Subject to adjustment on 4/01/19 and every 3 years after that for cases filed on or after the date of adjustment.

- ☒ Yes. **Debtor 1 or Debtor 2 or both have primarily consumer debts.**

During the 90 days before you filed for bankruptcy, did you pay any creditor a total of \$600 or more?

☐ No. Go to line 7.

- ☒ Yes. List below each creditor to whom you paid a total of \$600 or more and the total amount you paid that creditor. Do not include payments for domestic support obligations, such as child support and alimony. Also, do not include payments to an attorney for this bankruptcy case.

	Dates of payment	Total amount paid	Amount you still owe	Was this payment for...
Quicken Loans Creditor's name 1050 Woodward Ave Number Street	Over the last 90 days	\$9,621.00		<input checked="" type="checkbox"/> Mortgage <input type="checkbox"/> Car <input type="checkbox"/> Credit card <input type="checkbox"/> Loan repayment <input type="checkbox"/> Suppliers or vendors <input type="checkbox"/> Other _____
Detroit City	MI State	48226 ZIP Code		
North Dallas Bank and Trust Creditor's name PO Box 801826 Number Street	Over the last 90 days	\$1,454.15		<input type="checkbox"/> Mortgage <input type="checkbox"/> Car <input type="checkbox"/> Credit card <input checked="" type="checkbox"/> Loan repayment <input type="checkbox"/> Suppliers or vendors <input type="checkbox"/> Other _____
Dallas City	TX State	75380 ZIP Code		
Citibank/Exxon Mobile Creditor's name PO Box 790040 Number Street	Over the last 90 days	\$815.23		<input type="checkbox"/> Mortgage <input type="checkbox"/> Car <input checked="" type="checkbox"/> Credit card <input type="checkbox"/> Loan repayment <input type="checkbox"/> Suppliers or vendors <input type="checkbox"/> Other _____
St. Louis City	MO State	63129 ZIP Code		

Debtor 1 **Michael L. McKay**Case number (if known) **17-42747**

	Dates of payment	Total amount paid	Amount you still owe	Was this payment for...
State Farm Creditor's name		\$2,000.00		<input type="checkbox"/> Mortgage
1 State Farm Plaza Number Street	Over the last 90 days			<input type="checkbox"/> Car
				<input checked="" type="checkbox"/> Credit card
				<input type="checkbox"/> Loan repayment
				<input type="checkbox"/> Suppliers or vendors
				<input type="checkbox"/> Other _____
Bloomington City	IL State	61710 ZIP Code		
Internal Revenue Service Creditor's name		\$2,429.38		<input type="checkbox"/> Mortgage
PO Box 7346 Number Street	Over the last 90 days			<input type="checkbox"/> Car
				<input type="checkbox"/> Credit card
				<input type="checkbox"/> Loan repayment
				<input type="checkbox"/> Suppliers or vendors
				<input checked="" type="checkbox"/> Other Tax debt servicing
Philidelphia City	PA State	19101-7346 ZIP Code		
Toyota Motor Credit Corporation Creditor's name		\$3,599.72		<input type="checkbox"/> Mortgage
PO Box 8026 Number Street	Over the last 90 days			<input checked="" type="checkbox"/> Car
				<input type="checkbox"/> Credit card
				<input type="checkbox"/> Loan repayment
				<input type="checkbox"/> Suppliers or vendors
				<input type="checkbox"/> Other _____
Creek Rapids City	IA State	52408 ZIP Code		
Brixmor Creditor's name		\$14,169.09		<input type="checkbox"/> Mortgage
8300 Gaylord Parkway Number Street	Over the last 90 days			<input checked="" type="checkbox"/> Car
				<input type="checkbox"/> Credit card
				<input type="checkbox"/> Loan repayment
				<input type="checkbox"/> Suppliers or vendors
				<input type="checkbox"/> Other _____
Frisco City	TX State	75034 ZIP Code		

7. Within 1 year before you filed for bankruptcy, did you make a payment on a debt you owed anyone who was an insider?

Insiders include your relatives; any general partners; relatives of any general partners; partnerships of which you are a general partner; corporations of which you are an officer, director, person in control, or owner of 20% or more of their voting securities; and any managing agent, including one for a business you operate as a sole proprietor. 11 U.S.C. § 101. Include payments for domestic support obligations such as child support and alimony.

☐ No☒ Yes. List all payments to an insider.

	Dates of payment	Total amount paid	Amount you still owe	Reason for this payment
California J. McKay Insider's name		\$1,500.00		Domestic Support Obligation
827 Foxwood Pl. Number Street	Monthly since April 1, 2017			
Lewisville City	TX State	75067 ZIP Code		

Debtor 1 **Michael L. McKay**Case number (if known) **17-42747****8. Within 1 year before you filed for bankruptcy, did you make any payments or transfer any property on account of a debt that benefited an insider?**

Include payments on debts guaranteed or cosigned by an insider.

- ☒ No
- ☐ Yes. List all payments that benefited an insider.

Part 4: Identify Legal Actions, Repossessions, and Foreclosures**9. Within 1 year before you filed for bankruptcy, were you a party in any lawsuit, court action, or administrative proceeding?**

List all such matters, including personal injury cases, small claims actions, divorces, collection suits, paternity actions, support or custody modifications, and contract disputes.

- ☐ No
- ☒ Yes. Fill in the details.

Case title	Nature of the case	Court or agency	Status of the case
In the matter of the marriage of California J. McKay and Michael Lee McKay	Divorce	301st District Court/Dallas County, TX	<input checked="" type="checkbox"/> Pending
		Court Name	<input type="checkbox"/> On appeal
		Number Street	<input type="checkbox"/> Concluded
Case number DF-17-03808		City State ZIP Code	

10. Within 1 year before you filed for bankruptcy, was any of your property repossessed, foreclosed, garnished, attached, seized, or levied?

Check all that apply and fill in the details below.

- ☐ No. Go to line 11.
- ☒ Yes. Fill in the information below.

Creditor's Name	Describe the property	Date	Value of the property
Internal Revenue Service	Levied bank accounts; amount unknown	12/2017	
PO Box 7346	Explain what happened		
Number Street	<input type="checkbox"/> Property was repossessed.		
	<input type="checkbox"/> Property was foreclosed.		
Philadelphia PA 19101-7346	<input checked="" type="checkbox"/> Property was garnished.		
City State ZIP Code	<input type="checkbox"/> Property was attached, seized, or levied.		
Internal Revenue Service	Describe the property	Date	Value of the property
PO Box 7346	Levied bank accounts; amount unknown	11/2017	
Number Street	Explain what happened		
	<input type="checkbox"/> Property was repossessed.		
	<input type="checkbox"/> Property was foreclosed.		
Philadelphia PA 19101-7346	<input type="checkbox"/> Property was garnished.		
City State ZIP Code	<input checked="" type="checkbox"/> Property was attached, seized, or levied.		

Debtor 1 **Michael L. McKay**Case number (if known) **17-42747**

	Describe the property	Date	Value of the property
Internal Revenue Service Creditor's Name	Federal tax lien filed in Denton County, TX for \$6,495.00	10/12/2017	

PO Box 7346

Number Street

Philadelphia **PA** **19101-7346**
City State ZIP Code

Explain what happened

- ☐ Property was repossessed.
☐ Property was foreclosed.
☐ Property was garnished.
☒ Property was attached, seized, or levied.

Internal Revenue Service

Creditor's Name

Describe the property
Federal tax lien filed in Collin County, TX for \$2,485.00

Date
9/26/2016

Value of the property

PO Box 7346

Number Street

Philadelphia **PA** **19101-7346**
City State ZIP Code

Explain what happened

- ☐ Property was repossessed.
☐ Property was foreclosed.
☐ Property was garnished.
☒ Property was attached, seized, or levied.

Internal Revenue Service

Creditor's Name

Describe the property
Federal tax lien filed in Collin County, TX for \$5,380.00

Date
06/15/2016

Value of the property

\$5,380.00**PO Box 7346**

Number Street

Philadelphia **PA** **19101-7346**
City State ZIP Code

Explain what happened

- ☐ Property was repossessed.
☐ Property was foreclosed.
☐ Property was garnished.
☒ Property was attached, seized, or levied.

Internal Revenue Service

Creditor's Name

Describe the property
Federal tax lien filed in Collin County, TX for \$5,430.00

Date
05/19/2016

Value of the property

PO Box 7346

Number Street

Philadelphia **PA** **19101-7346**
City State ZIP Code

Explain what happened

- ☐ Property was repossessed.
☐ Property was foreclosed.
☐ Property was garnished.
☒ Property was attached, seized, or levied.

Internal Revenue Service

Creditor's Name

Describe the property
Federal tax lien filed in Collin County, TX for \$8,377.00

Date
1/25/2016

Value of the property

PO Box 7346

Number Street

Philadelphia **PA** **19101-7346**
City State ZIP Code

Explain what happened

- ☐ Property was repossessed.
☐ Property was foreclosed.
☐ Property was garnished.
☒ Property was attached, seized, or levied.

Debtor 1 **Michael L. McKay**Case number (if known) **17-42747**

	Describe the property	Date	Value of the property
Internal Revenue Service Creditor's Name	Federal tax lien filed in Dallas County, TX for \$194,272.00	12/28/2015	

PO Box 7346

Number Street

Philadelphia **PA** **19101-7346**
City State ZIP Code

Explain what happened

- ☐ Property was repossessed.
☐ Property was foreclosed.
☐ Property was garnished.
☒ Property was attached, seized, or levied.

	Describe the property	Date	Value of the property
Internal Revenue Service Creditor's Name	Federal tax lien filed in Denton County, TX for \$194,272.00	12/16/2015	

PO Box 7346

Number Street

Philadelphia **PA** **19101-7346**
City State ZIP Code

Explain what happened

- ☐ Property was repossessed.
☐ Property was foreclosed.
☐ Property was garnished.
☒ Property was attached, seized, or levied.

11. Within 90 days before you filed for bankruptcy, did any creditor, including a bank or financial institution, set off any amounts from your accounts or refuse to make a payment because you owed a debt?

- ☒ No
☐ Yes. Fill in the details.

12. Within 1 year before you filed for bankruptcy, was any of your property in the possession of an assignee for the benefit of creditors, a court-appointed receiver, a custodian, or another official?

- ☒ No
☐ Yes

Part 5: List Certain Gifts and Contributions

13. Within 2 years before you filed for bankruptcy, did you give any gifts with a total value of more than \$600 per person?

- ☒ No
☐ Yes. Fill in the details for each gift.

14. Within 2 years before you filed for bankruptcy, did you give any gifts or contributions with a total value of more than \$600 to any charity?

- ☐ No
☒ Yes. Fill in the details for each gift or contribution.

Gifts or contributions to charities that total more than \$600	Describe what you contributed	Date you contributed	Value
Open Arms Church Charity's Name	Cash	Monthly	\$50.00
Number Street			
City State ZIP Code			

Debtor 1 **Michael L. McKay**Case number (if known) **17-42747****Part 6: List Certain Losses**

15. Within 1 year before you filed for bankruptcy or since you filed for bankruptcy, did you lose anything because of theft, fire, other disaster, or gambling?

- ☐ No
☒ Yes. Fill in the details.

Describe the property you lost and how the loss occurred	Describe any insurance coverage for the loss Include the amount that insurance has paid. List pending insurance claims on line 33 of <i>Schedule A/B: Property</i> .	Date of your loss	Value of property lost
Car accident; 2013 Lexus LS460 totaled	Lexus dealership covered loss and entered into a new agreement with Debtor to replace vehicle. Accident claims against Madhu Patalay still pending through Farmers Insurance.	12/24/2016	\$49,000.00

Part 7: List Certain Payments or Transfers

16. Within 1 year before you filed for bankruptcy, did you or anyone else acting on your behalf pay or transfer any property to anyone you consulted about seeking bankruptcy or preparing a bankruptcy petition?

Include any attorneys, bankruptcy petition preparers, or credit counseling agencies for services required for your bankruptcy.

- ☐ No
☒ Yes. Fill in the details.

Summit Financial Education Person Who Was Paid	Description and value of any property transferred	Date payment or transfer was made	Amount of payment
Number Street		12/06/2017	\$15.95
City State ZIP Code			
Email or website address			
Person Who Made the Payment, if Not You			

17. Within 1 year before you filed for bankruptcy, did you or anyone else acting on your behalf pay or transfer any property to anyone who promised to help you deal with your creditors or to make payments to your creditors?

Do not include any payment or transfer that you listed on line 16.

- ☒ No
☐ Yes. Fill in the details.

Debtor 1 **Michael L. McKay**Case number (if known) **17-42747****18. Within 2 years before you filed for bankruptcy, did you sell, trade, or otherwise transfer any property to anyone, other than property transferred in the ordinary course of your business or financial affairs?**

Include both outright transfers and transfers made as security (such as granting of a security interest or mortgage on your property). Do not include gifts and transfers that you have already listed on this statement.

- ☐ No
☒ Yes. Fill in the details.

Person Who Received Transfer	Description and value of any property transferred	Describe any property or payments received or debts paid in exchange	Date transfer was made
Toyota Motor Corporation Number Street	Due to car accident, contract for 2013 Lexus LS460 was transferred into purchase of 2017 Lexus ES (See SOFA No. 15)	\$41,296.00	12/2016
City State ZIP Code			
Person's relationship to you			

19. Within 10 years before you filed for bankruptcy, did you transfer any property to a self-settled trust or similar device of which you are a beneficiary? (These are often called asset-protection devices.)

- ☒ No
☐ Yes. Fill in the details.

Part 8: List Certain Financial Accounts, Instruments, Safe Deposit Boxes, and Storage Units**20. Within 1 year before you filed for bankruptcy, were any financial accounts or instruments held in your name, or for your benefit, closed, sold, moved, or transferred?**

Include checking, savings, money market, or other financial accounts; certificates of deposit; shares in banks, credit unions, brokerage houses, pension funds, cooperatives, associations, and other financial institutions.

- ☐ No
☒ Yes. Fill in the details.

Name of Financial Institution	Last 4 digits of account number	Type of account or instrument	Date account was closed, sold, moved, or transferred	Last balance before closing or transfer
North Dallas Bank and Trust Number Street	XXXX- _ _ _ _	<input checked="" type="checkbox"/> Checking <input type="checkbox"/> Savings <input type="checkbox"/> Money market <input type="checkbox"/> Brokerage <input type="checkbox"/> Other	05/2017	
City State ZIP Code				

Debtor 1 **Michael L. McKay**Case number (if known) **17-42747**

21. Do you now have, or did you have within 1 year before you filed for bankruptcy, any safe deposit box or other depository for securities, cash, or other valuables?

- ☐ No
☒ Yes. Fill in the details.

Who else had access to it?		Describe the contents	Do you still have it?
North Dallas Bank and Trust Name of Financial Institution		California McKay Name	Personal Papers <input type="checkbox"/> No <input checked="" type="checkbox"/> Yes
PO Box 801826 Number Street			
827 Foxwood Pl. Number Street			
Dallas TX 75380 City State ZIP Code		Lewisville TX 75067 City State ZIP Code	

22. Have you stored property in a storage unit or place other than your home within 1 year before you filed for bankruptcy?

- ☒ No
☐ Yes. Fill in the details.

Part 9: Identify Property You Hold or Control for Someone Else

23. Do you hold or control any property that someone else owns? Include any property you borrowed from, are storing for, or hold in trust for someone.

- ☐ No
☒ Yes. Fill in the details.

Where is the property?		Describe the property	Value
Step-son Owner's Name		Debtor is a signer on his step-son's checking account (this account was included in the tax levy)	\$0.00
North Dallas Bank and Trust Number Street			
State Farm Insurance Companies Owner's Name		Office furnishings and equipment	
8300 Gaylord Parkway, Ste. 7 Number Street			
Frisco TX 75034 City State ZIP Code			

Debtor 1 Michael L. McKayCase number (if known) 17-42747**Part 10: Give Details About Environmental Information**

For the purpose of Part 10, the following definitions apply:

- **Environmental law** means any federal, state, or local statute or regulation concerning pollution, contamination, releases of hazardous or toxic substance, wastes, or material into the air, land, soil, surface water, groundwater, or other medium, including statutes or regulations controlling the cleanup of these substances, wastes, or material.
- **Site** means any location, facility, or property as defined under any environmental law, whether you now own, operate, or utilize it or used to own, operate, or utilize it, including disposal sites.
- **Hazardous material** means anything an environmental law defines as a hazardous waste, hazardous substance, toxic substance, hazardous material, pollutant, contaminant, or similar item.

Report all notices, releases, and proceedings that you know about, regardless of when they occurred.

24. Has any governmental unit notified you that you may be liable or potentially liable under or in violation of an environmental law?

- ☒ No
☐ Yes. Fill in the details.

25. Have you notified any governmental unit of any release of hazardous material?

- ☒ No
☐ Yes. Fill in the details.

26. Have you been a party in any judicial or administrative proceeding under any environmental law? Include settlements and orders.

- ☒ No
☐ Yes. Fill in the details.

Part 11: Give Details About Your Business or Connections to Any Business

27. Within 4 years before you filed for bankruptcy, did you own a business or have any of the following connections to any business?

- ☒ A sole proprietor or self-employed in a trade, profession, or other activity, either full-time or part-time
☐ A member of a limited liability company (LLC) or limited liability partnership (LLP)
☐ A partner in a partnership
☐ An officer, director, or managing executive of a corporation
☐ An owner of at least 5% of the voting or equity securities of a corporation
- ☐ No. None of the above applies. Go to Part 12.
☒ Yes. Check all that apply above and fill in the details below for each business.

Mike McKay Insurance Agency Describe the nature of the business
State Farm Insurance sales

Business Name

8300 Gaylord Parkway, Ste. 7

Number Street

Name of accountant or bookkeeper

Frisco TX 75034
City State ZIP Code

Employer Identification number
Do not include Social Security number or ITIN.

EIN: 7 5 - 2 1 9 2 0 5 4

Dates business existed

From 10/1985 To Present

Debtor 1 **Michael L. McKay**

Case number (if known) **17-42747**

28. Within 2 years before you filed for bankruptcy, did you give a financial statement to anyone about your business? Include all financial institutions, creditors, or other parties.

☒ No

☐ Yes. Fill in the details below.

Debtor 1 Michael L. McKay

Case number (if known) 17-42747

Part 12: Sign Below

I have read the answers on this *Statement of Financial Affairs* and any attachments, and I declare under penalty of perjury that answers are true and correct. I understand that making a false statement, concealing property, or obtaining money or property by fraud in connection with a bankruptcy case can result in fines up to \$250,000, or imprisonment for up to 20 years, or both. 18 U.S.C. §§ 152, 1341, 1519, and 3571.

X /s/ Michael L. McKay

Michael L. McKay, Debtor 1

Date 01/09/2018

X _____

Signature of Debtor 2

Date _____

Did you attach additional pages to *Your Statement of Financial Affairs for Individuals Filing for Bankruptcy* (Official Form 107)?

- ☒ No
☐ Yes

Did you pay or agree to pay someone who is not an attorney to help you fill out bankruptcy forms?

- ☒ No
☐ Yes. Name of person _____

Attach the *Bankruptcy Petition Preparer's Notice, Declaration, and Signature* (Official Form 119).